Alabama Handbook for Electronic Filers

Alabama Corporate Income Tax Returns

Tax Year 2005

SECTION 1: INTRODUCTION

The Alabama Department of Revenue (Department), in conjunction with the Internal Revenue Service (IRS), will begin accepting Alabama Corporate Income Tax (20C) returns and corresponding forms and schedules for tax year 2005 by using the IRS' Modernized E-File system (MeF). The transmission method will be a Web Service using Simple Object Access Protocol (SOAP) with attachments messaging. The return data will be formatted using Extensible Markup Language (XML). Authorized E-File providers, also known as Electronic Return Originators (ERO's) can submit returns to the IRS MeF system for federal and state return processing. State returns can be submitted as a federal return with a state return attached, called a "Fed/State" return, or as a state return, known as a "State Only" submission. Each return (Fed/State or State Only) must be in a separate submission. Multiple submissions may be contained in a single message payload. Software developers must test with the Department and receive approval prior to submitting live Fed/State or State-Only returns.

SECTION 2: CHANGES FOR TAX YEAR 2005

Tax Year 2005 is the first tax year made available for Corporations to electronically file their income tax return.

Corporations electing to electronically file their Alabama Corporate Income Tax return must also electronically pay their tax liability. The Department offers three electronic payment options; Electronic Funds Transfer (EFT), Electronic Check (E-Check) and Credit Card. See Section 13 Electronic Payment Options.

SECTION 3: CONTACT INFORMATION

For best possible service, please choose the appropriate contact carefully.

FOR **TECHNICAL QUESTIONS** REGARDING:
- The web site
- The XML Schema
- The Summary of the XML Schema (spreadsheet)
- Additional detail of schema elements
- The sample return
- The sample xml instance document
- Software testing and approval
- Missing acknowledgements

CONTACT: Corporate Income Tax E-File Coordinator
Individual & Corporate Tax Division
Alabama Department of Revenue
P.O. Box 327450
Montgomery, AL 36132-7450

Kathleen Campbell, E-File Project Manager @ 334-242-9822
Jo Ann Ledbetter, Corporate E-File Coordinator @ 334-242-1219

EMAIL: corporate.efile@revenue.alabama.gov

FAX: 334-353-8068

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FOR **CORPORATE INCOME TAX QUESTIONS** REGARDING:
- Form/schedule development
- Substitute forms approval

CONTACT: Individual & Corporate Tax Division
Forms Officer
50 N Ripley St, Room 4212
Montgomery AL 36104

Jayne Stinson, Forms Officer @ 334-353-9447

EMAIL: jayne.stinson@revenue.alabama.gov

FAX: 334-242-0064

FOR **CORPORATE INCOME TAX QUESTIONS** REGARDING:
- Corporate Income Tax Laws and Regulations
- Filing requirements
- General correspondence
- Billings
- Refunds
- Name and address changes

CONTACT: Corporate Income Tax Section
Individual & Corporate Tax Division
Alabama Department of Revenue
P.O. Box 327430
Montgomery, AL 36132-7430

TELEPHONE: 334-242-1200

EMAIL: www.revenue.alabama.gov/mailform.cfm
Select Corporate Income Tax from the dropdown list

FAX: 334-242-2537

FOR **CORPORATE INCOME TAX QUESTIONS** REGARDING:
- Preliminary and Final Assessments

CONTACT: Business Tax Assessments Section
Individual & Corporate Tax Division
Alabama Department of Revenue
P.O. Box 327433
Montgomery, AL 36132-7433

TELEPHONE: 334-353-9600

EMAIL: vicki.stewart@revenue.alabama.gov

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FAX: 334-353-2631

OTHER INFORMATION:
Alabama's website - www.alabama.gov
Alabama Department of Revenue website – www.revenue.alabama.gov
Corporate Income Tax eFile Information-http://www.revenue.alabama.gov/incometax/corpefilemain.htm
State Super Schema - http://www.irs.gov/efile/article/0,,id=140378,00.html
Internal Revenue Service (IRS) – www.irs.gov
IRS 1120/1120S e-file information website - www.irs.gov/efile/article/0,,id=103789,00.html
Federation of Tax Administrators (FTA) – www.taxadmin.org

SECTION 4: PARTICIPATION

APPLICATION TO PARTICIPATE

Those who wish to participate in the Federal/State Electronic Filing Program must first apply to the IRS by submitting Form 8633, Application to Participate in the Electronic Filing Program. IRS Publication 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers of Forms 1120/1120S and Publication 3112, IRS e-file Application and Participation specifies the application process and requirements for federal participation. In order to begin e-filing tax returns, you must apply and be accepted as an Authorized IRS e-file Provider. The quickest way to apply is to use the IRS e-file Application On-Line. For more information go to the link below:

http://www.irs.gov/efile/article/0,,id=131140,00.html

The ADOR automatically accepts electronic filers (electronic return originators and transmitters) which have been accepted to participate in the Federal Electronic Filing Program. No additional registration is required on the part of electronic filers. This document, Alabama Handbook for Electronic Filers of Corporate Income Tax Returns (Tax Year 2005), is to be used in conjunction with IRS Publication 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers of Forms 1120/1120S.

IRS Publication 4163 provides detailed instructions on policies and procedures for the federal electronic filing program. All rules, regulations, and requirements governing tax preparers, transmitters, and originators of returns specified by the IRS are in effect for the ADOR. This document sets forth the requirements unique to the filing of Alabama corporate income tax returns. Together the documents specify the requirements for the joint electronic filing of Alabama corporate income tax returns and federal corporate income tax returns. Therefore, electronic filers are encouraged to become thoroughly familiar with both documents.

SECTION 5: ERO AND TRANSMITTERS RESPONSIBILITIES

Electronic Return Originators (EROs) and transmitters must be approved with the IRS in order to submit Fed/State or State-Only returns. EROs and transmitters must maintain a high degree of integrity, compliance, and accuracy to continue participation in the Alabama Electronic Filing Program.

CONFIDENTIALITY

Unauthorized access or disclosure of confidential taxpayer information will result in severe Federal and Alabama criminal and civil penalties. In accordance with Code of Alabama, 1975 §40-2A-10 disclosure of confidential information in violation of this statute is a class A misdemeanor.

COMPLIANCE

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Alabama participates in the federal/state electronic filing program. Therefore, all EROs and transmitters must meet **all** federal **and** state requirements. The following guidelines compliment the IRS' guidelines.

- Comply with all federal and state procedures, requirements and specifications as defined in the following publications:

  ➢ IRS Publications 4163 - *Modernized e-File Information for Authorized IRS e-file Providers of Forms 1120/1120S*

  ➢ IRS Publication 4164 - *Modernized e-File Guide for Software Developers and Transmitters*

  ➢ Alabama Publication AL4163 – *Alabama Handbook for Electronic Filers of Corporate Income Tax Returns*

  ➢ Alabama Publication AL4164 - *Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns*

  ➢ Alabama Publication AL4164A - *Alabama Corporate Income Test Package*

  Alabama publications are not intended to alter or amend the IRS requirements and guidelines.

- Provide accurate Alabama income tax returns in correct electronic format for transmission.

TIMELINESS OF FILING
EROs must ensure that electronic returns are filed in a timely manner. See Filing Chart below for due dates. The receipt date of the electronic transmission will constitute the receipt date of the return if the return is acknowledged as accepted by the Department. Any return **not** acknowledged by the Department as "accepted" is considered not filed.

FILING CHART

Return Due Date Chart Forms 20CTax Year 2005				
Tax Period Beginning & Ending Dates	Tax Period	*Due Date (Weekends Considered)	6 Month Extension Due Date (Weekends Considered)	Tax Year of Return
1/1/05—12/31/05	200512	03/15/2006	09/15/2006	2005
2/1/05—1/31/06	200601	04/17/2006	10/16/2006	2005
3/1/05—2/28/06	200602	05/15/2006	11/15/2006	2005
4/1/05—3/31/06	200603	06/15/2006	12/15/2006	2005
5/1/05—4/30/06	200604	07/17/2006	01/15/2007	2005
6/1/05—5/31/06	200605	08/15/2006	02/15/2007	2005
7/1/05—6/30/06	200606	09/15/2006	03/15/2007	2005
8/1/05—7/31/06	200607	10/17/2006	04/16/2007	2005
9/1/05—8/31/06	200608	11/15/2006	05/15/2007	2005
10/1/05—9/30/06	200609	12/15/2006	06/15/2007	2005
11/1/05—10/31/06	200610	01/15/2007	07/16/2007	2005
12/1/05—11/30/06	200611	02/15/2007	08/15/2007	2005
*Legal Due Date is the 15th of each month.				

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After an electronic return is acknowledged as accepted, it cannot be recalled, intercepted or changed in any manner. If either the ERO or taxpayer wishes to change any entries on an accepted electronic return, an amended paper return must be filed.

RESPONSIBILITY TO CLIENTS

EROs have been entrusted with the task of filing a client's tax return and must assume the responsibility of ensuring that the return arrives at the Alabama Department of Revenue. In the event that the electronic Alabama return fails to arrive at its destination, EROs must notify their clients of the requirement to file a paper return.

FORM RETENTION REQUIREMENTS

The ERO is required to retain an electronic copy of all returns, forms and schedules submitted for a period of three years from the due date of the return or the date the return was filed, whichever is later. If the need arises, the Department may request any of the documents, in writing, and the ERO must provide a copy of the document within five working days of the request.

Persons or firms not meeting these requirements are subject to having their acceptance into the program revoked. Should an ERO decide to no longer remain in the business, the Department must be notified, in order to, determine the proper resolution of electronic filing program documents and records.

SECTION 6: MONITORING AND SUSPENSION

The Department will monitor the quality of electronic transmissions. If the quality is unacceptable, The Department will contact the ERO, software developer or transmitter. The Department will also monitor complaints about electronic filers and issue warning or suspension letters as appropriate. The Department reserves the right to suspend the electronic filing privilege of any electronic filer, software developer or transmitter who varies from the requirements, specifications and procedures stated in this guide or any corresponding administrative rules, or who does not consistently transmit error-free returns. When suspended, the electronic filer, software developer, or transmitter will be advised of the requirements for reinstatement into the program.

SECTION 7: GENERAL INFORMATION

THE DEPARTMENT WILL ACCEPT THE FOLLOWING RETURN TYPES:

- Fed/State Original
- State Only

The E-File Program works best when the Federal and State returns are filed together in one transmission to the IRS (although this is not always possible). Upon receipt, the Internal Revenue Service will validate and verify the federal return data. The IRS will either accept or reject the federal return. The state return is only available to the Department after the federal return is accepted by IRS. If a Fed/State submission is rejected by IRS, the state will not receive the state return portion. The Fed/State submission must be re-submitted.

State-Only Electronic Return Transmissions - IRS provides the ability for an ERO or individual to transmit/retransmit a state return through the fed/state system without simultaneously transmitting a federal return. There is no difference in the transmission sequence. State-Only returns are transmitted to IRS, validated and made available for states to download in the same fashion as with the traditional fed/state transmission. This provides a means for individuals who file multiple state returns to have each participating state's return electronically filed. However, each state return must be transmitted

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separately. The taxpayer's federal return must be completed, transmitted and accepted by IRS before transmitting/re-transmitting a State-Only return.

SUPPORTED ALABAMA FORMS:
 The Department will support the following forms and schedules for Corporate return processing:
- Alabama Form 20C (Schedules A, B, C, D-1, D-2,E, F, G)
- Alabama Schedule 20C AS
- Alabama Schedule 20C AAGIS as a binary attachment
- Other schedules as a binary attachments

EXCLUSIONS FROM CORPORATE ELECTRONIC FILING INCLUDE:
- Returns for a Tax Year prior to 2005
- Amended returns
- 52-53 week filer returns
- Name Change Returns
- Alabama 20S S-Corporation Income Tax Returns
- Alabama 20E – Extension Requests

Each state return must include a copy of the FEDERAL RETURN as submitted to the IRS and any attachments associated with that federal return. If the taxpayer is included in the federal return of a consolidated group, a copy of the pro-forma FEDERAL RETURN for the company must be included along with the first four pages of the consolidated federal return. Failure to attach the complete federal return with the necessary supporting schedules may result in the imposition of delinquent penalties.

SECTION 8: ATTACHMENTS TO THE ELECTRONIC RETURN

The tax return may also include non-XML documents, known as "binary attachments", submitted in PDF format. Approved tax preparation software must provide the necessary instructions for creating and submitting all required attachments. These attachments include items from the following sources:

- Required by the return. Example – a line on the form states "attach itemized schedule"
- Required by the form instructions. Example – instructions state "attach a statement to line XX…"

Approved MeF tax preparation software should provide the necessary instructions for creating, scanning or exporting documents in PDF format and submitting theses documents as attachments that are required by Alabama and IRS Publications, Code, and/or Regulations. Preparers will create the binary attachments as pdf documents and submit them as electronic files attached to the MeF return. Check with your software provider to see if your software will support binary attachments.

These binary attachments are included at the Unitary, Consolidated, and Parent/Subsidiary levels. This allows taxpayers to provide requested documentation that include required signatures and third party documents as required by forms and instructions (AL8453-C signature document, signed copy of lease, signed appraisal statement, etc).

MeF tax preparation software must use the following names for binary attachments because they will be validated by business rules.

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Required Binary Attachments	Required Binary Attachment Title
AL-8453C Corporate Income Tax Return Declaration for Electronic Filing	AL8453C.pdf
Copy of the Federal submitted to the IRS (Form 1120, 1120A, 1120F, 990T, etc)	Federal1120.pdf / Federal1120A.pdf / Federal1120F.pdf, Federal990T.pdf

Conditional Binary Attachments	Required Binary Attachment Title
Consolidated 1120 Pages 1-4 (If applicable)	Consolidated1120.pdf
Pro forma 1120 (If applicable)	Proforma1120.pdf
Federal Form 7004 (if applicable)	Federal 7004.pdf
Federal Form 851 (if applicable)	Federal 851.pdf
Alabama 20C-CRE – Election to File Consolidated Income Tax Return (if applicable)	AL20C_CRE.pdf
If the Alabama Consolidated Return checkbox (AlabamaConsolidatedReturn) is checked. A copy of Schedule 20C AAGIS Alabama Affiliated Group Income Spreadsheet must be attached.	AL20C_AAGIS.pdf
If the Multistate Corporation Separate Accounting checkbox (MultiStateCorpSepAcct) is checked. A copy of the Separate Accounting Approval letter signed by the Commissioner of Revenue must be attached	SeparateAccountingApproval.pdf
If the taxpayer is a member of an affiliated group which files a consolidated federal return the parent company's current Federal Income Tax Deduction Election (1552) letter must be attached along with the Federal Income Tax Deduction Calculations	1552Election_Calculations.pdf
.PDF copy of each Alabama corporate income tax return (page 1 only) where the Net Operating Loss listed on Schedule B is more than six years old	NOL_YYYY_AL20CPg1.pdf
Alabama Schedule AB – Add Back (if applicable)	ALScheduleAB.pdf
Alabama Form 2220AL Underpayment of Estimated Tax for Corporations (if applicable)	Form2220AL.pdf
Enterprise Zone Capital Credit calculations (if applicable) - This PDF should include Schedule EZ, Certificates and all calculations.	EnterprizeZoneCredit.pdf
Employer Education Credit calculations (if applicable) - This PDF should include a copy of the document of approval along with a detailed schedule computing the credit.	EmployerEducationCredit.pdf
Income Tax Credit calculations (if applicable) - This PDF should include certificate/document of approval, computation of income generated from project, support for amount paid, and computation of the credit.	IncomeTaxCredit.pdf

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Tax Increment Fund Payment Credit calculations (if applicable) - This PDF should include the document of approval along with proof of payment(s) into the fund relative to corporate income tax and a detailed schedule computing income generated from the project.	TaxIncrementFundPaymentCredit.pdf
Coal Tax Credit calculations (if applicable) - This PDF should include a detailed schedule computing the coal tax credit.	CoalTaxCredit.pdf
Capital Tax Credit (if applicable) - This PDF must include Form AR (Annual Report of Project) and Form K-RCC if applicable.	CapitalTaxCrdt.pdf

For all other binary attachments, the tax preparation software must provide the taxpayer the ability to enter a meaningful name. The following table provides a few examples of meaningful names.

CONDITION	BINARY ATTACHMENT TITLE
If the regulations require you to attach a merger agreement.	1120 Merger Agreement for XYZ Corporation
If required to attach a detailed schedule of Other Income.	OtherIncome.pdf
If required to attach a schedule of Other Property for Schedule D1.	SchD1OtherProperty.pdf

SECTION 9: SPECIAL INSTRUCTIONS

Calendar year 2005 and fiscal years or short-years that begin on or after January 1, 2005 may be electronically filed. The tax year begin date and the tax year end date must be completed if the Fiscal Year (FY) or Short Year (SY) check box is selected. If the Calendar year (CY) check box is selected the tax year begin date and tax year end date will be January 1, 2005 and December 31, 2005 respectively. Initially, Alabama will only accept one return each filing season, any subsequent filings such as additional short year returns and amended returns must be filed by paper.

The Alabama Corporate Income Tax Return - Form 20C is not considered complete and properly filed unless a copy of the appropriate federal return (Form 1120, 1120A, 1120F, 990T, etc) is attached. Failure to attach the complete federal return with the necessary supporting schedules (such as Schedule D, Form 4797 and spreadsheet of income statements for all corporations included in the Federal Consolidated Return) can result in rejection of the return and may result in the imposition of delinquent penalties. (See Form 20C instructions.)

The total amount of the corporation's income tax liability for the period is due on or before the un-extended due date of the return. If the return is to be filed under extension, Form 20-E should be used to pay any balance of tax due after all estimated payments and credits have been allowed. Any balance of tax due and not paid on or before the due date will be subject to a failure to timely pay penalty of 1% per month, up to 25% in accordance with Section 40-2A-11, and will accrue

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interest as provided in Section 40-1-44 and at the rate established by the Secretary of the Treasury under the authority of 26 U.S.C. §6621.

If the Consolidated Federal Return Indicator is checked, then a copy of Federal Form 851, Affiliations Schedule must be attached (Federal 851.pdf), the Parent Name and Parent FEIN must be populated.

If 7004 Attached check box is checked, then a copy of the Federal 7004 must be attached (Federal7004.pdf)

If Corporation operating only in Alabama (Filing Status 1) is checked then the Alabama Apportionment factor must be 100%.

If Multistate Corporation Apportionment (Filing Status 2) is checked then Schedule D-1 must be completed.

If Multistate Corporation-Percentage of Sales (Filing Status 3) is checked then Schedule D-2 must be completed. Taxpayers whose only activity within Alabama consist of sales and does not include owning or renting real estate or tangible personal property, and whose gross Alabama sales does not exceed $100,000.00. The tax liability is based on .25% of Alabama gross sales. See Section 40-18-23 for further information. If the Multi State Corporation Percentage Filing Status is selected Lines 1-14 should be blank, and Line 15 (State Income Tax) shall equal Schedule D-2 Line 4 (Tax Due on Gross Receipts).

If Multistate Corporation-Separate Accounting (Filing Status 4) is checked then the prior written approval document signed by the Alabama Department of Revenue Commissioner must be attached (SeparateAccountingApproval.pdf).

If Alabama Consolidated Return (Filing Status 5) is checked Form 20C-AS Alabama Affiliation Schedule (ScheduleAS.pdf), and Form 20C-CRE Election To File Consolidated Corporate Income Tax Return (ScheduleCRE.pdf) must be attached. Lines 1-14 should be blank and an income spreadsheet (ConsolidatedIncome.pdf) must be attached. This spreadsheet must calculate each company's separate Alabama taxable income with a total Column for the Alabama Consolidated Return. An Alabama Affiliated Group may elect to file an Alabama consolidated return. An Alabama consolidated return means an Alabama corporate income tax return filed by or on behalf of the members of an Alabama Affiliated Group. The election is made by filing Form 20C-CRE (Election to File Consolidated Corporate Income Tax Return). The completed election form must be submitted to the department on or before the due date, with extensions, for the first taxable year for which the election is applicable.

In accordance with Section 40-18-39, for tax periods beginning January 2, 2002, and after, Alabama Affiliated Group means a group of corporations, each member of which is subject to tax under Section 40-18-31 and Public Law 86-272 which are members of an Affiliated Group for Federal purposes and file a Federal Consolidated Corporate Income Tax return. Each member shall allocate and apportion their Alabama taxable income and losses separately, using separate apportionment factors. These separate company amounts are then combined and reported on a single Alabama return for the Affiliated Group. All transactions between and among members of the Alabama Affiliated Group shall be reported on an arm's length basis. (Alabama Schedule 20C AAGIS must be attached showing each separate company's Alabama taxable income and the total for the Alabama consolidated return.) The election is made by the common parent of the Alabama Affiliated Group as the agent for all the members. If the common parent is not a member of the

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Alabama Affiliated Group, the members shall designate to the Department which member of the group shall serve that role for this purpose. The election is binding and irrevocable for a period of 120 consecutive months, beginning with the first month of the first taxable year for which the election is made and ending with the conclusion of the taxable year in which the 120th consecutive month expires.

Note: An Alabama real estate investment trust and its qualified real estate investment trust subsidiary are permitted to file on a consolidated basis without the above elections.

If a corporation is a member of an affiliated group which files a consolidated federal return, additional schedules are required. See "Other Information" on page 4 of the Form 20C for these filing requirements.

Schedule A - Reconciliation Adjustments of Federal Taxable Income to Alabama Taxable Income: Alabama income tax law is similar, but not identical, to the federal income tax law. It is necessary to make certain adjustments to reconcile federal taxable income before federal net operating loss to total taxable income from all locations computed in accordance with Alabama income tax law and rules before adjustments for federal income tax and net operating loss carryforward. Multistate Corporations must not use Schedule A to make adjustments for nonapportionable (nonbusiness) items. Adjustments for these items must be made on Schedule C. Reconciliation Adjustments (20C Line 3 and 20C Sch. A Line 26) must equal Total Additions minus Total Deductions (20C Sch. A Line 10 – Line 25).

Schedule B - Alabama Net Operating Loss Carry forward Calculation must be completed to report Alabama net operating loss deductions. The Alabama net operating loss deduction is limited to net operating losses incurred by a corporation which did business in Alabama and filed Alabama corporate income tax returns in prior taxable years. (You must attach copies of the Alabama corporate income tax returns (page 1 only) for all applicable years that are more than six years old. This would include tax periods where the net operating loss was used.) For taxable years beginning after December 31, 1984, a net operating loss may be carried forward for a maximum of 15 years. There is no provision in Alabama tax law that allows corporations to carry a net operating loss back to prior taxable years. Note: Any amount claimed as a federal net operating loss deduction must be added back to federal taxable income on Alabama Form 20C page1, line 2. If Alabama income before net operating loss (NOL) carry forward (20C Line 12) is less than or equal to zero, then an NOL deduction is not allowed, the Alabama NOL deduction (20C Line 13 & 20C Sch. B total Column 4) and the sum of Amount Used this Year (20C Sch B Column 4) must be zero.

Schedule C - Allocation of Non business Income, Loss, and Expense should only be used if Multistate Corporation Apportionment - Filing Status 2, page 1 is checked. This schedule is used to report all items of non business income, non business loss, and non business expense. These items are excluded from apportionable income and are allocated either to Alabama or to another state.

Schedule D-1 Apportionment Factor should only be used if Multistate Corporation Apportionment - Filing Status 2, page 1 is checked. This schedule must be completed to report the corporation's business activity in Alabama represented by the apportionment percentage. The Alabama apportionment factor (20C Line7 / 20C Sch D-1, Line 26) must equal the sum of the Alabama property factor (20C Sch D-1, Line 14), Alabama payroll factor (20C Sch D-1, Line 15c) and the Alabama Sales factor (20C Sch D-1, Line 25c) divided by 3. If the total average property-everywhere (20C Sch D-1, Line 13b) is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1; if payroll everywhere (20C Sch

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D-1, Line 15a) is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1; if total sales everywhere (20C Sch D-1, Line 25b) is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1.

Schedule D-2 Percentage of Sales should only be used if Multistate Corporation – Percentage of Sales Filing Status 3, page 1 is checked. This schedule should be used only by taxpayers whose only activity in Alabama consists of sales and does not include owning or renting real estate or tangible personal property, and whose gross Alabama sales does not exceed $100,000. The tax liability is based on a percentage, .25%, of Alabama gross sales. Form 20C Schedule D-2 line 3a total gross receipts from sales will be rejected unless total Line 3a is equal to or less than $100,000. Lines 1-14 should be blank, Alabama income tax (20C Line 15a) must equal Tax Due per 20C Sch D-2, Line 4 otherwise Alabama income tax (20C Line 15a) must equal Alabama taxable income (20C Line 14) multiplied by 6.5%.

Schedule E Federal Income Tax (FIT) Deduction/ (Refund) should be completed to compute the amount of the corporation's federal income tax deduction allowable for/apportioned to Alabama. This schedule also includes the amount of refund to be deducted, if any was received or accrued in that year according to the taxpayer's method of accounting. If this corporation is a member of an affiliated group which files a consolidated federal return, check the appropriate block to indicate the Federal Income Tax Deduction election made under 26 U.S.C Section 1552 (a)(1), (2), or (3). A copy of the work papers showing the computations made in allocating the consolidated tax liability to the separate corporations in the affiliated group must be attached.

The Federal income tax deduction / (refund) on 20C Line 11 & 20C Schedule E, Line 7 must equal the sum of Federal income tax deduction apportioned to Alabama (20C Schedule E, Line 5) minus Refund of federal income tax deducted in prior year(s) (20C Schedule E, Line 6).

Schedule F Credits/Exemptions:
Alabama Enterprise Zone Credit/Exemption: Corporations eligible for the tax credit must be approved by the Alabama Department of Economic and Community Affairs (ADECA) and must also receive certification annually from ADECA. Each corporation qualified for and receiving an Alabama Enterprise Zone Credit is required to complete and file Schedule EZ and the certificate of Certification and computations with the Form 20C return. If a C corporation is a member or partner of a pass through entity that is eligible for the enterprise zone credit, the credit is distributed to each partner or member based on the percentage of ownership; Schedule EZ-K1 is required to be attached to the C corporation Form 20C return.

Employer Education Credit: Corporations eligible for the tax credit must have written approval from Alabama Department of Education. A copy of the document of approval along with a detailed schedule (including actual costs incurred, employee employment period) computing the credit must be filed with form 20C (EmployerEducationCredit.pdf).

Income Tax Credit: Corporations eligible for the tax credit must have written approval. The credit cannot exceed the lesser of (1) tax due, or (2) the amount paid pursuant to the financing agreement in the year for which tax is due, corresponding to debt service on the project obligations. A copy of the certificate/document of approval, computation of income generated from project, support for amount paid, and computation of credit must be filed with form 20C IncomeTaxCredit.pdf).

Tax Increment Fund Payment Credit: Corporations eligible for the tax credit must have written approval. The credit is allowed for any payments into the fund with respect to corporate income tax

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due, for the year, on income generated by or arising from the project. Such credit cannot exceed the lesser of the amount of income tax due or the amount (exclusive of job development fees) paid into the tax increment funds. The document of approval along with proof of payment(s) into the fund relative to corporate income tax and a detailed schedule computing income generated from the project must be filed with form 20C (TaxIncrementFundPaymentCredit.pdf)

Coal Tax Credit: Corporations doing business in Alabama as a producer of coal mined in Alabama are allowed a credit against the Alabama income tax liability. The credit is one dollar per ton of the increase in Alabama coal produced for the year over the Alabama coal produced in the prior year. A detailed schedule computing the coal tax credit must be filed with form 20C (CoalTaxCredit.pdf)

Capital Tax Credit: Corporations eligible for the tax credit must have written approval from the Alabama Department of Revenue prior to the project entity taking the credit. The credit allowable is up to 5 percent of the qualifying project's allowable capital costs for each of 20 years, limited to the tax liability generated by or arising out of the qualifying project, and is applied after all deductions, exemptions and other credits have been taken. The corporation is required to complete and attach Form AR with the Form 20C return to be eligible to receive the capital credit. If the C Corporation is a member or partner of an investing company that has a qualifying project, the C Corporation must complete and attach Form K-RCC with Form 20C. All documentations should be scanned into one pdf (CapitalTaxCredit.pdf) and filed with form 20C. If a capital credit is claimed on Form 20C, the project number should be entered in the space provided on line 6 of Schedule F.

Total Credits (20C Line 16e / 20C Sch F Line 7) must equal the sum of Enterprise Zone Credit (20C Sch F Line 1), Employer Education Credit (20C Sch F Line 2), Income Tax Credit (20C Sch F Line 3), Tax Increment Fund Payment Credit (20C Sch F Line 4), Coal Tax Credit (20CSch F Line 5) and Capital Tax Credit (20C Sch F Line 6).

Schedule G Consolidated Filing Fee. This schedule should be used by taxpayers who have elected to file an Alabama consolidated corporate income tax return. An annual fee shall be assessed for the privilege of filing an Alabama consolidated return. This fee shall be assessed and collected as an income tax and is due and payable with the return. Mark the appropriate box which indicates the total assets of the Alabama Affiliated Group. Enter the annual fee on the line provided and also on Page 1, Line 15b. If State Consolidated Return checkbox is checked then Consolidated Filing Fee (20C Line 15b / 20C Sch G) must equal to either 5,000; 10,000; 15,000; 20,000 or 25,000.

Other Information Schedule should be used by all taxpayers without regard to Filing Status. This schedule request additional information, and requires additional forms and/or attachments as applicable to each corporate taxpayer.

Visit our Web site at www.revenue.alabama.gov for additional information or current law changes.

SECTION 10: SIGNING AN ELECTRONIC RETURN (AL8453-C)

As with any corporate income tax return submitted to the Department on paper, an electronic corporate income tax return must be signed by an authorized corporate officer and the paid preparer, if applicable.

Corporation - The Corporation (taxpayer) must designate a corporate officer responsible for signing the corporate income tax return. The corporate officer must sign and date the AL8453-C "Corporate Income Tax Declaration for Electronic Filing" to authorize the origination of the electronic submission of the return prior to the transmission of the return. The Declaration includes the taxpayer's declaration that

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the return is true, correct and complete, as well as the taxpayer's Consent to Disclosure. The Consent to Disclosure authorizes the Department to disclose information to the taxpayer's Authorized IRS e-file Providers. Intermediate Service Providers, Transmitters and EROs are authorized by taxpayers to receive acknowledgement of receipt or reason for rejection of the electronic return from IRS. If the electronic return data on a corporate income tax return is changed after the taxpayer has signed the Declaration, the taxpayer must sign a new declaration if the amounts differ.

ERO - The ERO must sign and complete the requested information in the "Declaration of Electronic Return Originator (ERO) and Paid Preparer section after thoroughly reading the declaration. An ERO may authorize members of its firm or designated employees to sign for the ERO, but the ERO is still responsible for all electronically filed returns originated by its firm. EROs do not have to disclose their EIN or SSN on the copies they provide to taxpayers.

Paid Preparer - If the return was prepared for a fee, the paid preparer must also sign the AL8453-C. If the paid preparer is also the ERO, the preparer may check the "Also the Paid Preparer" box and not complete the "Paid Preparer's Use Only" section. Paid Preparers do not have to disclose their SSNs or EINs on the copies they provide to taxpayers.

The ERO or taxpayer must ensure that the software they are using allows for binary attachments. (See Section 8 titled Attachments to the Return). The Form AL8453-C must be completed and signed by all required parties and then scanned to create a pdf document. The pdf document must then be included as part of the electronic return. The binary attachment must be named "AL8453C.pdf". The software you use will provide instructions for including the scanned document with your electronic tax return.

See Appendix I for the AL8453-C

SECTION 11: TRANSMITTING THE RETURNS

Authorized E-File providers can transmit returns to the IRS MeF system for Federal and State return processing. State submissions can be made as a Federal return with a State Return attached, called a Fed/State return, or just a State return, known as a State Only submission. Each return (Fed/State or State Only) must be in a separate submission. Multiple submissions can be contained in a single message payload.

Packaging of data and transmission payload must be in the proper format.

Returns filed in XML format with SOAP attachments allow for binary attachments to the submission. These attachments may consist of Signature documents, balance sheets, statement records, or other types of documentation. The allowed file type for attachments is file extension .PDF. The file order of attachments and procedures must follow IRS requirements for binary attachments as found in IRS publication 4163. The Department will allow for binary attachments to the state return.

Send data elements only if they contain data values. Do not send empty data elements (i.e., zero financial fields, unused elements, etc.).

Other Packaging Guidelines:

- A submission contains either an IRS return or a state return
- Each submission is a separate file.
- Each federal return must be submitted in the agreed upon IRS XML format.

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- Each state return must be submitted in the XML format specified and agreed to by IRS, state agencies, transmitters, and software developers. The Fed/State 1120 Deployment Team Super-schema can be downloaded from http://www.irs.gov/efile/article/0,,id=140378,00.html.

- Each state return must include a copy of the FEDERAL RETURN as submitted to the IRS and any attachments associated with that federal return. If the taxpayer is included in the federal return of a consolidated group, a copy of the pro-forma FEDERAL RETURN for the company must be included along with the first four pages of the consolidated federal return.

- If the IRS rejects a Fed/State submission, the state will NOT receive the state return portion. The Fed/State submission must be resubmitted.

- Each submission must be in Zip Archive format.

- No nesting of Zip archive files or returns will be allowed. (i.e. one submission, one zip.)

- The SOAP message itself must not be compressed or zipped.

- The message contains a header, a body, and an attachment. See Modernized E-File Logical ICD Model for message layout and message technical specifications.

- ERO's and transmitters must be approved with the IRS in order to submit Fed/State or State Only returns.

- The Department will produce an acknowledgement of acceptance or rejection for each state submission. The transmitter may then retrieve the Department's acknowledgement from the IRS.

SECTION 12: ACKNOWLEDGEMENTS

The Department will generate an acknowledgement for all returns received. The acknowledgement record/XML schema format is included in this publication. The Alabama acknowledgement types are:

ACCEPTED

This acknowledgement indicates the electronic return was received and successfully completed the pre-entry validation process. No further action is required regarding the transmission.

REJECTED

This acknowledgement indicates the electronic return was received and failed to successfully complete the pre-entry validation process. The acknowledgement will contain a code indicating the error causing the rejection. The error condition must be corrected and the return can then be re-transmitted as a "State-Only" or corrected and submitted as a paper return. Returns prepared with software that is not approved by the Department will be rejected.

Unless authorized by the taxpayer to discuss the return with the preparer (see the 2005 Alabama Form AL8453-C), the Department will communicate directly with the taxpayer if additional information is needed to correct a return. EROs and transmitters will only be given limited information about the tax return, pursuant to the limited disclosure statement on Alabama Form AL8453-C, including acknowledgment of receipt by the Department through the IRS and the reason for any processing delay.

See Appendix II for Alabama Error Reject Codes. Also see the business rules document for field length specifications and other business rules including **Validation Error Codes** and descriptions on the department's web site at www.revenue.alabama.gov/incometax/corpefilemain.htm.

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EROs and Transmitters should allow 5 days to receive the State acknowledgement before contacting the Department.

ERROR CATEGORIES:
All MeF business rules are divided into 12 error categories. The first eight categories validate the XML data:
1. Multiple Document – more than the required number of documents are included in the tax return.
2. Missing Document – a tax return document is required but was not included in the tax return.
3. Data Mismatch – the data in two fields should be the same but is not. For example, if MultiSateCorpPercentage is checked on AL Form 20C, Lines 1-14 should be blank; Line 15 (StateIncomeTax) shall equal Schedule D-2 Line 4 (TaxDueOnGrossReceipts). If MultiSateCorpPercentage is checked and StateIncomeTax is not equal to TaxDueOnGrossReceipts then you will receive error message: MultiSateCorpPercentage was checked, Lines 1-14 should be blank and Line 15 (StateIncomeTax) shall equal Schedule D-2 Line 4 (TaxDueOnGrossReceipts).
4. Duplicate Condition – the tax return or the transmission file was previously received and accepted by the Department.
5. Math Error –results when a computation is incorrect.
6. Incorrect Data – data violates a business rule even though it is syntactically correct. That is, the data values for elements must conform to the format specified and the data type. Also, the data values for elements must contain only values allowed for them in the schema.
7. Missing Data – data is not provided for a required field.
8. Database Validation Error – data provided does not match the IRS database or the data provided should be present in the IRS database but is not. (e.g. the Electronic Filing Identification Number (EFIN) in the Return Header must be listed in the MeF database and in accepted status.)
9. XML Error – the data violates Schema specification. The return and transmission documents must conform to the version of the XML schema they specify.
10. System Error – a return encounters a problem with the IRS systems that prevents the return from being processed electronically.
11. Unsupported – a submitted item(s) is sent to a location that does not accept it or an unusual condition is encountered in the data.
12. Not On Time – a document is received after the due date.

SECTION 13: ELECTRONIC PAYMENT OPTIONS

ELECTRONIC FUNDS TRANSFER (EFT):
Mandatory use of EFT - Section 41-1-20, Code of Alabama 1975, as amended, provides the Department with the authority to require taxpayers making payments in excess of $25,000 to make those payments using the Alabama Electronic Funds Transfer (EFT) Tax Payment Program.

Voluntary Use of EFT to Make Tax Payments - Taxpayers not required to make EFT payments for a tax may elect to pay any or all taxes using EFT. Taxpayers making a voluntary election to make EFT payments for a tax are subject to the same rules of the Alabama EFT Tax Payment Program as taxpayers required to make EFT payments.

There are two EFT Payment Methods available to Alabama taxpayers:

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ACH DEBIT PAYMENT METHOD (http://www.revenue.alabama.gov/eft/eftdebit.pdf):
The ACH Debit payment method is the primary method used by taxpayers to make payments for a tax under the Alabama EFT Tax Payment Program. The process is safe, simple, and convenient, and the cost of processing ACH Debit payment transactions is borne by the Department. Each individual EFT payment is only initiated upon the express authorization of the taxpayer. There are three methods of filing an ACH Debit Payment:1) Operated Assisted, 2) Touchtone Telephone Method, 3) Internet Method.

ACH CREDIT PAYMENT METHOD (http://www.revenue.alabama.gov/eft/eftcredit.pdf):
The Department will allow taxpayers to use the ACH Credit payment method only if certain qualifying conditions are met. A taxpayer must request permission from the Department to use the ACH Credit method and submit a written request, accompanying the EFT001 form, which demonstrates the existence of a valid business operational reason for using the ACH Credit payment method in lieu of the ACH Debit payment method. Taxpayer requests to use the ACH Credit method will be reviewed on a case-by-case basis. A taxpayer who is already using the ACH Credit method to pay taxes for other states is deemed to have a valid business reason for using the ACH Credit method to make payments for Alabama taxes.

The Department reserves the right to revoke the ACH Credit method payment privilege of any taxpayer for the following reasons:
   a) Failure to transmit consistently error-free payments
   b) Substantial variation from the requirements and specifications of the rules of the Alabama EFT Tax Payment Program;
   c) Failure to make timely EFT payments or to provide timely payment information; or,
   d) Failure to provide the addenda record, required by the Alabama EFT Tax Payment Program, with the EFT payment.

To register for EFT taxpayers must complete the EFT:001 form entitled EFT Authorization Agreement Form, and mail or fax it to the Department's EFT Unit. The mailing address and fax number are given at the top of the form. The EFT:001 form and instructions can be downloaded from the Department's Web site at http://www.ador.state.al.us/eft/eftindex.html.

ELECTRONIC CHECK (E-CHECK) – The Department will accept electronic checks through Official Payments Corporation on the internet at http://www.officialpayments.com/echeck there is no fee for this service.

CREDIT CARD PAYMENTS – The Department will accept credit card payments through Official Payments Corporation on the internet at www.officialpayments.com there is a convenience fee for this service. The fee is based on the amount of the tax payment and is paid directly to official payments corporation.

You may access the websites above to make payments or your software may automatically send the payment information to Official Payments using a Simple Transaction Processor API provided by Official Payments Corporation. See your software manual or contact your software developer for more information.

SECTION 14: ALABAMA CORPORATE INCOME TAX ELECTRONIC FILING REGULATIONS

****The following regulations have not been officially adopted as of this publishing.****

810-3-39-.07   Participation in the Federal/State Electronic Filing Program.

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(1)   The Department will participate with the Internal Revenue Service in the Federal/State Electronic Filing Program for the joint electronic filing of corporate income tax returns, effective for tax years beginning on or after January 1, 2005.

(2)   The requirements of the Alabama Electronic Filing Program for software developers, electronic return originators and transmitters are stated in the Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns, which is issued on an annual basis by the Department.

Author:Kathleen F, Campbell
Authority: Sections 40-2A-7(a)(5) and 40-30-4, Code of Alabama 1975

810-3-39-.08   Requirements for the Alabama Electronic Corporate Income Tax Return.
(1)   A complete Alabama electronic corporate income tax return will consist of data and supporting binary documents (such as .pdf documents) transmitted electronically. A complete Alabama electronic return must contain the same information as a comparable Alabama corporate income tax return as if filed entirely on paper.

(2)   Corporations that electronically file their Alabama corporate income tax return must also pay their tax liability electronically.

(3)   The transmission date of an Alabama electronic corporate income tax return will be used to determine timely filing of an electronic return in the same manner that the postmarked date is used to determine timely filing of a paper Alabama corporate income tax return.

Author:Kathleen F. Campbell
Authority: Sections 40-2A-7(a)(5) and 40-30-5, Code of Alabama 1975

810-3-39-.09   Requirements for the Corporate Income Tax Declaration for Electronic Filing.
(1)   The Corporate Income Tax Declaration for Electronic Filing requires the following information:

(a)   The corporation's name.

(b)   The corporation's Federal Employer Identification Number.

(c)   The corporation's address.

(d)   The Alabama taxable income reported by the electronic return.

(e)   The net tax liability reported by the electronic return.

(f)   The total tax payments reported by the electronic return.

(g)   The amount of the refund reported by the electronic return.

(h)   The amount of the payment transmitted electronically and the method of transmission (Electronic Funds Transfer, Online Payment or Credit Card Payment).

(i)   The signature of an officer of the corporation, their title and date of the signature.

(j)   The signature of the electronic return originator and date of the signature.

(k)   An indication whether the electronic return originator is self-employed.

(l)   The firm name of the electronic return originator.

(m)   The address, including the zip code, of the electronic return originator.

(n)   The federal employer identification number of the electronic return originator.

(o)   If the paid preparer is different from the electronic return originator, the following information is required:

1.   The signature of the paid preparer and date of the signature.

2.   An indication whether the paid preparer is self-employed.

3.   The firm name of the paid preparer.

4.   The address, including the zip code, of the paid preparer.

(2)   The signatures of the corporate officer, the electronic return originator, and the paid preparer (if the paid preparer is different from the electronic return originator) must be affixed to the Alabama Form AL8453-C - Corporate Income Tax Declaration for Electronic Filing before the return is electronically transmitted.

(a)   Members of the firm or designated employees may sign for the electronic return originator.

(b)   If the taxpayer is unable to obtain the paid preparer's signature on the Alabama Form AL8453-C, in lieu of the paid preparer's signature the electronic return originator may attach to the Alabama Form AL8453-C a copy of the appropriate pages of the paper return with the paid preparer's signature.

(c)   Electronic return originators and electronic return preparers are prohibited from allowing taxpayers to sign blank Alabama Forms AL8453-C.

(3)   The completed and signed Alabama Form AL8453-C will serve as the filing declaration for the electronic Alabama corporate income tax return.

(4)   The completed and signed Alabama Form AL8453-C must be scanned and saved in ".pdf" format. The AL8453-C ".pdf" file must be submitted electronically with the electronic return data. Any electronic corporate income tax return submitted without the AL8453-C ".pdf" file will be rejected for incomplete documentation. AL8453-C should not be mailed to the Department of Revenue.

Author:	Kathleen F. Campbell
Authority:	Sections 40-2A-7(a)(5) and 40-30-5, Code of Alabama 1975

810-3-39-.10   Requirements for Electronic Filing Software.

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(1) XML Schemas (record layouts), specifications and business rules for a complete Alabama electronic corporate income tax return are issued annually by the Department in Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns.

(2)   Software developers are required to obtain prior approval from the Department by submitting for testing sample Alabama electronic corporate income tax returns prepared by and transmitted by their software products.

(3)   Software developer testing will occur in conjunction with IRS testing in accordance with IRS Publication 4162 Modernized e-File Test Package for Forms 1120/1120S.

(4)   Alabama electronic corporate income tax returns received by the Department which are prepared by software which has not completed the Department's software developer testing and which has not been approved by the Department will be rejected by the Department. Paper Alabama corporate income tax returns must then be submitted by the taxpayers.

Author:	Kathleen F. Campbell
Authority:	Sections 40-2A-7(a)(5) and 40-30-5, Code of Alabama 1975

810-3-39-.11 Acceptance into the Alabama Electronic Filing Program, Monitoring, and Revocation of Acceptance into the Program.
(1)   Electronic return originators and transmitters accepted by and in good standing with the Federal Electronic Filing Program are automatically accepted into the Alabama Electronic Filing Program.

(2)   Electronic return originators and transmitters accepted into the Alabama Electronic Filing Program serve as agents of the Alabama Department of Revenue, and must comply with the requirements of the program as stated in the Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns.

(3)   The Alabama Department of Revenue will conduct random monitoring visits with Electronic Return Originators and Transmitters to verify that the requirements of the Alabama Electronic Filing Program are being met.

(4)   The Alabama Department of Revenue reserves the right to revoke the acceptance of an electronic return originator or transmitter for cause. Failure to comply with the guidelines set forth in the Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns is considered just cause.

(5)   Any of the following can result in the revocation of an electronic return originator's or transmitter's acceptance into the program:

(a)   Conviction of a criminal offense under the revenue laws of any state or of any offense involving dishonesty, or breach of trust.

(b)   Failure to file timely and accurate tax returns, both personal and business.

(c)   Failure to pay personal tax liabilities or business tax liabilities.

(d)   Failure or refusal to effect corrective action as required by the Alabama Department of Revenue.

(e)   Other facts or conduct of a disreputable nature that would reflect adversely on the Alabama Electronic Filing Program.

(f)   Unethical practices in return preparation.

(g)   Suspension by IRS.

Author: Kathleen F. Campbell
Authority: Sections 40-2A-7(a)(5) and 40-30-6, Code of Alabama 1975

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FORM

AL8453-C

ALABAMA DEPARTMENT OF REVENUE
INDIVIDUAL & CORPORATE TAX DIVISION

2005

Corporate Income Tax Declaration for Electronic Filing

To be filed electronically with the corporation's tax return. Do not send paper copies.

For calendar year 2005, or tax year beginning _____, 2005, ending _____, 20_____

NAME OF CORPORATION	FEDERAL EMPLOYER IDENTIFICATION NUMBER
ADDRESS OF CORPORATION	TELEPHONE NUMBER

PART I Tax Return Information (*Whole Dollars Only*)

1 Alabama taxable income (Form 20C, line 14)	1	
2 Total tax liability (Form 20C, line 15c)	2	
3 Total payments and credits (Form 20C, line 16h)	3	
4 Refund (negative number reported on Form 20C, line 18)	4	
5 Amount you owe (positive number reported on Form 20C, line 18)	5	
6 Amount of payment remitted electronically	6	

PART II Declaration of Officer (*Sign only after Part I is completed.*)

Under penalties of perjury, I declare that I am an officer of the above corporation and that the information I have given my electronic return originator (ERO), transmitter, and/or intermediate service provider (ISP) and the amounts in Part I above agree with the amounts on the corresponding lines of the corporation's 2005 Alabama corporate income tax return. To the best of my knowledge and belief, the corporation's return is true, correct, and complete. I consent to my ERO, transmitter, and/or ISP sending the corporation's return, this declaration, and accompanying schedules and statements to the Alabama Department of Revenue. I also consent to the Alabama Department of Revenue sending my ERO, transmitter, and/or ISP an acknowledgment of receipt of transmission and an indication of whether or not the corporation's return is accepted, and, if rejected, the reason(s) for the rejection.

☐ I authorize a representative of the Department of Revenue to discuss my return and attachments with my preparer.

Sign Here ▶ _____ ▶ _____
Signature of Officer   Date   Title

PART III Declaration of Electronic Return Originator (ERO) and Paid Preparer (*See Instructions*)

I declare that I have reviewed the above corporation's return and that the entries on Form AL8453-C are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The corporate officer will have signed this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the Alabama Department of Revenue, and have followed all other requirements in Pub. 3112, IRS e-file Application and Participation, and Pub. 4163, Modernized e-File Information for Authorized IRS e-file Providers of Forms 1120/1120S and Pub. AL4164 Software Developers and Transmitters Guidelines and Schemas for Alabama Corporate Income Tax Returns. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above corporation's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only	ERO's signature ▶	Date	Check if also paid preparer ☐	Check if self-employed ☐	ERO's SSN or PTIN
	Firm's name (or yours if self-employed), address and ZIP code			EIN	
				Phone No. ( )	

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed ☐	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address and ZIP code ▶		EIN	
			Phone No. ( )	

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APPENDIX II: ALABAMA ERROR REJECT CODES

Error Code	Rule/Validation	Error Category	Severity
AL20C-001	One of the following checkboxes must be populated CalendarTaxYear, FiscalTaxYear or ShortTaxYear.	MISSING DATA	REJECT
AL20C-002	Required data elementTaxYearBeginDate not transmitted	MISSING DATA	REJECT
AL20C-003	Default is 20050101 unless FiscalTaxYear or ShortTaxYear is populated - must 20050101 or later.	INCORRECT DATA	REJECT
AL20C-004	Required data elementTaxYearEndDate not transmitted	MISSING DATA	REJECT
AL20C-005	Default is 20051231 unless FiscalTaxYear or ShortTaxYear is populated.	INCORRECT DATA	REJECT
AL20C-006	If AmendedReturnIndicator is populated return will be rejected - Amended returns will not be accepted electronically	UNSUPPORTED	REJECT
AL20C-007	One of the following checkboxes must be populated StateCorporationOnly, MultiStateCorpApport, MultiStateCorpPercentage, MultiStateCorpSepAcct or StateConsolidatedReturn.	MISSING DATA	REJECT
AL20C-008	If StateCorporationOnly is populated, TotApportFraction must be 100%.	INCORRECT DATA	REJECT
AL20C-009	If MultiSateCorpApport is populated TotApportFraction must be populated.	MISSING DATA	REJECT
AL20C-010	If MultiSateCorpPercentage is populated, Lines 1-14 should be blank, Line 15 (StateIncomeTax) shall equal Schedule D-2 Line 4 (TaxDueOnGrossReceipts).	DATA MISMATCH	REJECT
AL20C-011	If MultiStateCorpSepAcct is populated SeparateAccountingApproval.pdf must be attached	MISSING DOCUMENT	REJECT
AL20C-012	If StateConsolidatedReturn is populated 20C-AS must be attached.	MISSING DOCUMENT	REJECT
AL20C-013	If StateConsolidatedReturn is populated ScheduleCRE.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-014	If StateConsolidatedReturn is populated, 20C, Line 1-13 should be blank and Schedule 20C AAGIS Alabama Affiliated Group Income Spreadsheet (AL20CAAGIS.pdf) must be attached. This schedule calculates each company's separate Alabama's taxable income with a total Column for the Alabama Consolidated Return.	MISSING DOCUMENT	REJECT
AL20C-015	Required data element BusinessActivityCode not transmitted	MISSING DATA	REJECT
AL20C-016	Required data element FEIN not transmitted	MISSING DATA	REJECT
AL20C-017	Required data element CorporationName/BusinessNameLine1 not transmitted	MISSING DATA	REJECT
AL20C-018	Required data element Address/USAddress/AddressLine1 not transmitted	MISSING DATA	REJECT
AL20C-019	Required data element Address/USAddress/City not transmitted	MISSING DATA	REJECT
AL20C-020	Required data element Address/USAddress/State not transmitted	MISSING DATA	REJECT
AL20C-021	Required data element Address/USAddress/ZipCode not transmitted	MISSING DATA	REJECT
AL20C-022	Required data element StateOfIncorporation/USAddress/State not transmitted	MISSING DATA	REJECT
AL20C-023	Required data element DateOfIncorporation not transmitted	MISSING DATA	REJECT
AL20C-024	Required data element DateQualifiedInState not transmitted	MISSING DATA	REJECT
AL20C-025	Required data element NatureOfBusinessState not transmitted	MISSING DATA	REJECT
AL20C-026	If ConsolidatedReturnIndicator is populated then a copy of Federal Form 851,Affiliations Schedule must be attached (Federal851.pdf)	MISSING DOCUMENT	REJECT
AL20C-027	ParentName must be populated if ConsolidatedReturnIndicator is populated.	MISSING DATA	REJECT
AL20C-028	ConsolidatedParentFEIN must be populated if ConsolidatedReturnIndicator is populated.	MISSING DATA	REJECT
AL20C-029	if IRSCorrectionIndicator is populated return will be rejected. Alabama does not accept amended returns electronically.	UNSUPPORTED	REJECT
AL20C-030	If IndicatorA7004 is populated then a copy of the Federal 7004 must be attached (Federal7004.pdf).	MISSING DOCUMENT	REJECT
AL20C-031	ReconciliationAdjustmentToFTI(20C Line 3 / 20C Sch A Line 26) must equal TotalAdditions minus TotalDeductions (20C Sch A Line 10 - line 25)	MATH ERROR	REJECT
AL20C-032	FederalTaxableIncomeAdj (20C Line 4 / 20C Sch E Line 3) must equal FederalTaxableIncome (20C Line 1) plus FederalNetOperatingLoss (20C Line 2) plus ReconciliationAdjustmentToFTI (20C Line 3 / 20C Sch A Line 26).	MATH ERROR	REJECT

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Error Code	Rule/Validation	Error Category	Severity
AL20C-033	TotalNbiNetOfRelatedExpense/Everywhere (20C Line 5 / 20C Sch C Line 2 Column E) must equal the sum of NbiNetOfRelatedExpense/Everywhere (20C Sch C Lines 1a - 1e Column E).	MATH ERROR	REJECT
AL20C-034	ApportionableIncome (20C Line 6) must equal the sum of FederalTaxableIncomeAdj (20C Line 4) and TotalNbiNetOfRelatedExpense/Everywhere (20C Line 5 / 20C Sch C Line 2 Column E).	MATH ERROR	REJECT
AL20C-035	TotApporFraction (20 C Line 7 / 20C Sch D-1, Line 26) must equal the sum of TotalAverageProp/Ratio (20C Sch D-1, Line 14), PayPayroll/Ratio (20C Sch D-1, Line 15c) and SalesGrossReceiptsSum/Ratio (20C Sch D-1, Line 25c) divided by 3. (If TotalAverageProp\Everwhere(20C Sch D-1, Line 13b is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1; if PayPayroll\Everywhere (20C Sch D-1, Line 15a) is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1; if SalesGrossReceiptsSum/Everwhere (20C Sch D-1, Line 25b) is equal to zero then the factor is not utilized in the production of income, it shall be eliminated and the denominator reduced by 1.	MATH ERROR	REJECT
AL20C-036	IncomeApportionedState (20C Line 8) must equal ApportionableIncome(20C Line 6) multiplied by TotApportFraction(20C Line 7 / 20C Sch D-1, Line 26).	MATH ERROR	REJECT
AL20C-037	TotalNbiNetOfRelatedExpense/InState (20C Line 9 / 20C Sch C Line 2 Column F) must equal the sum of NbiNetOfRelatedExpense/InState (20C Sch C Lines 1a - 1e Column F)	MATH ERROR	REJECT
AL20C-038	StateTaxableIncomeAdj (20C Line 10 / Sch E Line 2) must equal the sum of IncomeApportionedState(20C Line 9) and TotalNbiNetOfRelatedExpense/InState (20C Line 9 / 20C Sch C Line 2 Column F).	MATH ERROR	REJECT
AL20C-039	NetFITDeductionRefund (20C Line 11 & 20C Schedule E, Line 7) must equal the sum of FITDeductionApportionedToState (20C Schedule E, Line 5) minus RefundOfFITDeductedPriorYear (20C Schedule E, Line 6).	MATH ERROR	REJECT
AL20C-040	StateIncomeSubTolBeforeNolCarryfd(20C Line 12) must equal the sum of StateTaxableIncomeAdj(20C Line10) minus NetFITDeductionRefund (20C Line11 & 20C Schedule E, Line 7).	MATH ERROR	REJECT
AL20C-041	NOLLossUsedTotal(20C Line 13 & 20C Sch B total Column 4) must be equal the sum of NOLLoss/PrecedingTaxable/NOLLossUsed(Sum of 20C Sch B Column 4) this amount shall not exceed StateIncomeSubTolBeforeNolCarryfd (20C Line 12).	MATH ERROR	REJECT
AL20C-042	If StateIncomeSubTolBeforeNolCarryfd (20C Line 12) is less than or equal to zero then an NOL deduction is not allowed NOLLossUsedTotal(20C Line 13 & 20C Sch B total Column 4) and the sum of NOLLoss/NOLLossUsed(20C Sch B Column 4) must be zero.	INCORRECT DATA	REJECT
AL20C-043	TaxableIncomeState (20C Line 14) must equal the sum of StateIncomeSubTolBeforeNolCarryfd (20C Line 12) minus NOLLossUsedTotal (20C Line 13 & 20C Sch B total Column 4).	MATH ERROR	REJECT
AL20C-044	If MultiStateCorpPercentage is populated StateIncomeTax(20C Line 15a) must equal TaxDueOnGrossReceipts(20C Sch D-2, Line 4) otherwise StateIncomeTax (20C Line 15a) must equal TaxableIncomeState (20C Line 14) multiplied by 6.5%.	INCORRECT DATA	REJECT
AL20C-045	StateIncomeTax (20C Line 15a) must be 0 if TaxableIncomeState (line 14) is negative or 0.	INCORRECT DATA	REJECT
AL20C-046	If StateConsolidatedReturn is populated then ConsolidatedFilingFee (20C Line 15b / 20C Sch G) must be equal to either 5,000; 10,000; 15,000; 20,000 or 25,000.	INCORRECT DATA	REJECT
AL20C-047	TotalTax (20C Line 15c) must equal the sum of StateIncomeTax (20C Line 15a) and ConsolidatedFilingFee (20C Line 15b).	MATH ERROR	REJECT
AL20C-048	IF CompositePayment is populated, then CompositePaymentFEIN must be populated.	MISSING DATA	REJECT
AL20C-049	IF CompositePayment is populated, then CompositePaymentPayee must be populated.	MISSING DATA	REJECT

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AL20C-050	PaymentsPriorToAdjustment (20C line 16d) should not be populated. This field is only used with an amended return.	INCORRECT DATA	REJECT
AL20C-051	TotalCredits (20C Line 16e / 20C Sch F Line 7) must equal the sum of EntZoneCapCredit (20C Sch F Line 1), EmployerEducationCrdt (20C Sch F Line 2), IncomeTaxCrdt (20C Sch F Line 3), TaxIncrementFundPaymentCrdt (20C Sch F Line 4), CoalTaxCrdt (20C Sch F Line 5) and CapitalTaxCrdt (20C Sch F Line 6)	MATH ERROR	REJECT
AL20C-052	If LIFOReserveRecapture (20C Sch A, Line 5) is a non-zero amount the LIFOReserveTaxDeferral (20C Line 16f) must be populated.	MISSING DATA	REJECT
AL20C-053	If MultiSateCorpApport is populated, LIFOReserveTaxDeferral (20C Line 16f) must be the lesser of 75% of the LIFOReserveRecapture (20C Sch A, Line 5) multiplied by TotApporFraction (20 C Line 7 / 20C Sch D-1, Line 26) multiplied 6.5% or the TotalTax (20C Line 15c). For all other filing status the amount the LIFOReserveTaxDeferral (20C Line 16f) must be the lesser of 75% of the LIFOReserveRecapture (20C Sch A, Line 5) multiplied by 6.5% or the TotalTax (20C Line 15c).	MATH ERROR	REJECT
AL20C-054	TotalPmtsCreditsDeferral (20C Line 16g) must equal the sum of OverpaymentPriorYear (20C Line 16a), EstimatedTaxPaymentCurrentYear (20C Line 16b), AmountPaidWithExtension (20C Line 16c), PaymentsPriorToAdjustment (20C Line 16d), TotalCredits (20C Line 16e) and LIFOReserveTaxDeferral (20C Line 16f)	MATH ERROR	REJECT
AL20C-055	If TotalTax (20C Line 15c) is greater than TotalPmtsCreditsDeferral (20C Line 16g) then OverpaymentCreditedNxtYr (20C Line 17a) must be zero. If TotalTax (20C Line 15c) is less than TotalPmtsCreditsDeferral (20C Line 16g) then OverpaymentCreditedNxtYr (20C Line 17a) must be less than or equal to TotalPmtsCreditsDeferral (20C Line 16g) minus TotalTax (20C Line 15c).	INCORRECT DATA	REJECT
AL20C-056	If TotalTax (20C Line 15c) is greater than TotalPmtsCreditsDeferral (20C Line 16g) then PennyTrustFund (20C Line 17b) must be zero. If TotalTax (20C Line 15c) is less than TotalPmtsCreditsDeferral (20C Line 16g) plus OverpaymentCreditedNxtYr (20C Line 17a) then PennyTrustFund (20C Line 17b) must be less than or equal to TotalPmtsCreditsDeferral(20C Line 16g) minus TotalTax (20C Line 15c) minus OverpaymentCreditedNxtYr (20C Line 17a).	INCORRECT DATA	REJECT
AL20C-057	TotalReductions (20C Line 17e) must equal the sum of OverpaymentCreditedNxtYr (20C Line 17a), PennyTrustFund (20C Line 17b), Penalty (20C Line 17c) and InterestDue (20C Line 17d).	MATH ERROR	REJECT
AL20C-058	TaxMinusCreditsAndPayments (20C Line 18) must equal TotalTax (20C Line 15c) minus TotalPmtsCreditsDeferral (20C Line 16g) and TotalReductions(20C Line 17e).	MATH ERROR	REJECT
AL20C-059	If TaxMinusCreditsAndPayments (20C Line 18) is greater than zero then one of the following must be populated:Either EFTIndicator, ECheckIndicator or CCIndicator.	MISSING DATA	ALERT
AL20C-060	PaymentEnclosed (20C Line 19) should not be populated - Alabama currenltly does not process electronic payments throught the electronc filing program - electronic payments sre to be submitted through EFT or Opay.	INCORRECT DATA	REJECT
AL20C-061	Only one of the following elements should be populated:Either EFTIndicator, ECheckIndicator or CCIndicator if TaxMinusCreditsAndPayments (20C Line 18) is greater than zero	INCORRECT DATA	ALERT
AL20C-062	Must be "20C" - Alabama currently will only accept 20C's via E-file.	INCORRECT DATA	REJECT
AL20C-063	Required data element /Header/HdrCode/SoftwareDeveloperID not transmitted	MISSING DATA	REJECT
AL20C-064	Required data element /Header/HdrCode/TransmitterId not transmitted	MISSING DATA	REJECT
AL20C-065	If ConsolidatedFilingFee is populatedd then StateConsolidatedReturn must be populated.	INCORRECT DATA	REJECT
AL20C-066	NOT USED		
AL20C-067	NOT USED		
AL20C-068	NOT USED		
AL20C-069	NOT USED		

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AL20C-070	OfficerSignature should be populated with the name of the corporate officer signing the AL8453-C.	MISSING DATA	REJECT
AL20C-071	Required data element CorporateOfficerTitle not transmitted	MISSING DATA	REJECT
AL20C-072	Required data element DateReturnSigned not transmitted	MISSING DATA	REJECT
AL20C-073	If PreparerPTIN is populated then PreparerSignature should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-074	If PreparerPTIN is populated then DatePreparerSigned should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-075	If PreparerPTIN is populated then SelfEmployedPrepIndicator should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-076	If PreparerPTIN is populated then PreparerIdNumber should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-077	If PreparerPTIN is populated then PreparerName should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-078	If PreparerName is populated then PreparerPTIN should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-079	If PreparerPTIN is populated then PreparerAddress/USAddress/AddressLine1 should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-080	If PreparerPTIN is populated then PreparerAddress/USAddress/City should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-081	If PreparerPTIN is populated then PreparerAddress/USAddress/ST should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-082	If PreparerPTIN is populated then PreparerAddress/USAddress/ZipCode should be populated with the name of the preparer	MISSING DATA	REJECT
AL20C-083	If RelatedExpenses is a non zero number than Schedule AB must be submitted as a pdf - ALScheduleAB.pdf	MISSING DOCUMENTS	REJECT
AL20C-084	If Related ExpensesPayments is a non zero number than Schedule AB must be submitted as a pdf - ALScheduleAB.pdf	MISSING DOCUMENTS	REJECT
AL20C-085	If RelatedExpensesExempt is a non zero number than Schedule AB must be submitted as a pdf - ALScheduleAB.pdf	MISSING DOCUMENTS	REJECT
AL20C-086	NOT USED		
AL20C-087	NOT USED		
AL20C-088	NOT USED		
AL20C-089	OtherAdditions/Description is required if OtherAdditions/Amount has a non-zero value.	MISSING DATA	REJECT
AL20C-090	OtherAdditions/Amount is required if OtherAdditions/Description is populated	MISSING DATA	REJECT
AL20C-091	TotalAdditions must equal the sum of Schedule A Lines 1 thru 9 (RelatedExpenses+FedDepreciationPollutionClr+CorporateDividends+FederalExemptInterestIncome+NetIncomeForeclosureProperty+OtherAdditions/Amount+StateAndLocalIncomeTaxes)	MATH ERROR	REJECT
AL20C-092	DeductionOther/Description is required if DeductionOther/Amount has a non-zero value.	MISSING DATA	REJECT
AL20C-093	DeductionOther/Amount is required if DeductionOther/Description is populated	MISSING DATA	REJECT
AL20C-094	Total Deductions must equal the sum of Sch A Lines 11 thru 24 (TaxRefunds+InterestOnUSObligations+InterestIncome+StateInterestIncome+PriorCorpAidToInduce+BusinessExpensesNotDeductible+Dividends26USC78+Dividends26USC243+Dividends26USC922+InterestPortionOfRentPaid+DeductionOilGasDepletionAllowd+DeductionOther)	MATH ERROR	REJECT
AL20C-095	ReconciliationAdjustmentToFTI (20C Line 3 / 20C Sch A Line 26) must equal TotalAdditions minus TotalDeductions (20C Sch A Line 10 - line 25)	MATH ERROR	REJECT
AL20C-096	/NOLLoss/PreceedingTaxable/NOLYear must be greater than or equal to 1990.	INCORRECT DATA	REJECT
AL20C-097	If /NOLLoss/PreceedingTaxable/NOLYear is less or equal to 1999 a copy of Page 1 of the Alabama corporate income tax return must be included NOL_YYYY_AL20CPg1.pdf	MISSING DOCUMENT	REJECT
AL20C-098	/NOLLoss/PreceedingTaxable/NOLExpired (20C Sch B Column 3) must be less than or equal to /NOLLoss/NOLLoss (20C Sch B Column 2)	INCORRECT DATA	REJECT

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AL20C-099	NOT USED		
AL20C-100	The sum of NOLLoss/PrecedingTaxable/NOLLossUsed(Sum of 20C Sch B Column 4) must be less than or equal to NOLLoss/PrecedingTaxable/NOLLoss (20C Sch B Column 2) this amount shall also not exceed StateIncomeSubtTolBeforeNolCarryfd (20C Line 12).	MATH ERROR	REJECT
AL20C-101	/NOLLoss/PrecedingTaxable/NOLRemainingLossAvailable (20C Sch B Column 5) must equal /NOLLoss/PrecedingTaxable/NOLLoss (20C Sch B Column 2) minus /NOLLoss/PrecedingTaxable/NOLExpired (20C Sch B Column 3) minus /NOLLoss/PrecedingTaxable/NOLLossUsed (20C Sch B Column 4)	MATH ERROR	REJECT
AL20C-102	NbiNonBusinessIncomeLoss/DirectAllocDescription (20C Sch C Line 1 (row a-e) should only be populated if MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-103	NbiNonBusinessIncomeLoss/GrossAmount (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-104	NbiNonBusinessIncomeLoss/GrossAmountState (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-105	NbiNonBusinessIncomeLoss/RelatedExpenses (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-106	NbiNonBusinessIncomeLoss/RelatedExpensesState (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-107	NbiNonBusinessIncomeLoss/NetDirectAllocEverywhere (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-108	NbiNonBusinessIncomeLoss/NetDirectAllocEverywhere (20C Sch C Line 1(rows a-e), Col E) must equal NbiNonBusinessIncomeLoss/GrossAmount (20C Sch C Line 1(rows a-e), Col A) minus NbiNonBusinessIncomeLoss/RelatedExpenses (20C Sch C Line 1(rows a-e), Col C).	MATH ERROR	REJECT
AL20C-109	NbiNonBusinessIncomeLoss/NetDirectAllocState (20C Sch C Line 1 (row a-e) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	INCORRECT DATA	REJECT
AL20C-110	NbiNonBusinessIncomeLoss/NetDirectAllocState (20C Sch C Line 1(rows a-e), Col F) must equal NbiNonBusinessIncomeLoss/GrossAmountState (20C Sch C Line 1(rows a-e), Col B) minus NbiNonBusinessIncomeLoss/RelatedExpensesState (20C Sch C Line 1(rows a-e), Col D).	MATH ERROR	REJECT
AL20C-111	TotalNbiNetOfRelatedExpense/Everywhere (20C Line 5 & Sch C Line 2 col E) should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	MATH ERROR	REJECT
AL20C-112	TotalNbiNetOfRelatedExpense/instate (20C Line 9 Sch C Line 2 col F should only be populated MultiStateCorpApport (Filing Status 2 page 1) is populated.	MATH ERROR	REJECT
AL20C-113	If PropOther/OtherSpecify is more than 5 characters enter "STMT" and a PDF named SchedDOtherProperty.pdf must be submitted.	MISSING DOCUMENT	REJECT
AL20C-114	IF PropOther/BOYIn is populated PropOther/OtherSpecify must be populated	MISSING DATA	REJECT
AL20C-115	IF PropOther/EOYIn is populated PropOther/OtherSpecify must be populated	MISSING DATA	REJECT
AL20C-116	IF PropOther/BOYAll is populated PropOther/OtherSpecify must be populated	MISSING DATA	REJECT
AL20C-117	IF PropOther/EOYAll is populated PropOther/OtherSpecify must be populated	MISSING DATA	REJECT
AL20C-118	PropTotal/BOYIn must equal the sum of PropInventories/BOYIn, PropLand/BOYIn, PropFurnFixt/BOYIn, PropMachEquip/BOYIn, PropBuild/BOYIn, PropIdbAndIrbAtCost/BOYIn, PropGovernment/BOYIn, PropOther/BOYIn less PropLessConstruction/BOYIn.	MATH ERROR	REJECT

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AL20C-119	PropTotal/EOYIn must equal the sum of PropInventories/EOYIn, PropFurnFixt/EOYIn, PropLand/EOYIn, PropMachEquip/EOYIn, PropBuild/EOYIn, PropIdbAndIrbAtCost/EOYIn, PropGovernment/EOYIn, PropOther/EOYIn less PropLessConstruction/EOYIn.	MATH ERROR	REJECT
AL20C-120	PropTotal/BOYAll must equal the sum of PropAllventories/BOYAll, PropLand/BOYAll, PropFurnFixt/BOYAll, PropMachEquip/BOYAll, PropBuild/BOYAll, PropIdbAndIrbAtCost/BOYAll, PropGovernment/BOYAll, PropOther/BOYAll less PropLessConstruction/BOYAll.	MATH ERROR	REJECT
AL20C-121	PropTotal/EOYAll must equal the sum of PropAllventories/EOYAll, PropLand/EOYAll, PropFurnFixt/EOYAll, PropMachEquip/EOYAll, PropBuild/EOYAll, PropIdbAndIrbAtCost/EOYAll, PropGovernment/EOYAll, PropOther/EOYAll less PropLessConstruction/EOYAll.	MATH ERROR	REJECT
AL20C-122	AvgOwnedProp/InState must equal the sum of PropTotal/BOYIn and PropTotal/EOYIn divided by 2.	MATH ERROR	REJECT
AL20C-123	AvgOwnedProp/Everywhere must equal the sum of PropTotal/BOYAll and PropTotal/EOYAll divided by 2.	MATH ERROR	REJECT
AL20C-124	AnnualRentOrLease/InState must equal RentOrLeaseExpense/InState multiplied by 8.	MATH ERROR	REJECT
AL20C-125	AnnualRentOrLease/Everywhere must equal RentOrLeaseExpense/Everywhere multiplied by 8.	MATH ERROR	REJECT
AL20C-126	TotalAverageProp/InState must equal the sum of AvgOwnedProp/InState and AnnualRentOrLease/InState.	MATH ERROR	REJECT
AL20C-127	TotalAverageProp/Everwhere must equal the sum of AvgOwnedProp/Everwhere and AnnualRentOrLease/Everwhere.	MATH ERROR	REJECT
AL20C-128	TotalAverageProp/Ratio must equal TotalAverageProp/InState divided by TotalAverageProp/Everywhere.	MATH ERROR	REJECT
AL20C-129	PayPayroll/Ratio must equal PayPayroll/InState divided by PayPayroll/Everywhere.	MATH ERROR	REJECT
AL20C-130	SalesGrossReceipts/InState must equal the sum of SalesDeliveredOrShipped/InState and SalesStateOrigin/InState.	MATH ERROR	REJECT
AL20C-131	If SalesOtherBusReceipts/Everywhere has a non-zero value SalesOtherDetail must be populated.	MISSING DATA	REJECT
AL20C-132	If SalesOtherBusReceipts/Everywhere has a non-zero value SalesOtherDetail1120Line must be populated.	MISSING DATA	REJECT
AL20C-133	If MultiStateCorpPercentage is populated (Page 1) and SalesGrossReceipts\Everywhere (Form 20C Schedule D-2 line 3a) is greater than $100,000.	INCORRECT DATA	REJECT
AL20C-134	If MultiStateCorpPercentage is populated TaxDueOnGrossReceipts (20C Sch D-2, Line 4) must equal SalesGrossReceipts/InState(20C Sch D-2, Line 3) multiplied by .0025 otherwise TaxDueOnGrossReceipts (20C Sch D-2, Line 4) should not be used.	MATH ERROR / INCORRECT DATA	REJECT
AL20C-135	One of the following checkboxes must be populated Irc1552Method1, Irc1552Method2, Irc1552Method3, Irc1552NoElection or Irc1552MethodOther.	MISSING DATA	REJECT
AL20C-136	If Irc1552Method1 is populated than 1552Election_Calculations.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-137	If Irc1552Method2 is populated than 1552Election_Calculations.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-138	If Irc1552Method3 is populated than 1552Election_Calculations.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-139	If Irc1552MethodNoElection is populated than 1552Election_Calculations.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-140	If Irc1552MethodOther is populated than 1552Election_Calculations.pdf must be attached.	MISSING DOCUMENT	REJECT
AL20C-141	FITApportionmentFactor (20C Sch E Line 4) must equal StateTaxableIncomeAdj (20C Line 10 / Sch E Line 2) divided by FederalTaxableIncomeAdj (20C Line 4 / Sch E Line 3).	MATH ERROR	REJECT
AL20C-142	FITDeductionApportionedToState (20C Sch E Line 5) must equal FedIncTaxDed (20C Sch E Line 1) multiplied by FITApportionmentFactor (20C Sch E Line 4).	MATH ERROR	REJECT

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AL20C-143	If EntZoneCapCredit (20C Sch F Line 1) has a non-zero value then EnterprizeZoneCredit.pdf must be attached. This PDF should include Schedule EZ, Certificates and all calculations.	MISSING DOCUMENT	REJECT
AL20C-144	NOT USED		
AL20C-145	NOT USED		
AL20C-146	NOT USED		
AL20C-147	NOT USED		
AL20C-148	If EmployerEducationCrdt (20C Sch F Line 2) has a non-zero value then EmployerEducationCredit.pdf must be attached. This PDF should include a copy of the document of approval along with a detailed schedule computing the credit.	MISSING DOCUMENT	REJECT
AL20C-149	NOT USED		
AL20C-150	NOT USED		
AL20C-151	NOT USED		
AL20C-152	NOT USED		
AL20C-153	If IncomeTaxCrdt (20C Sch F Line 3) has a non-zero value then IncomeTaxCredit.pdf must be attached. The PDF should include certificate/document of approval, computation of income generated from project, support for amount paid, and computation of the credit.	MISSING DOCUMENT	REJECT
AL20C-154	NOT USED		
AL20C-155	NOT USED		
AL20C-156	NOT USED		
AL20C-157	NOT USED		
AL20C-158	If TaxIncrementFundPaymentCrdt (20C Sch F Line 4) has a non-zero value then TaxIncrementFundPaymentCredit.pdf must be attached. The PDF should include the document of approval along with proof of payment(s) into the fund relative to corporate income tax and a detailed schedule computing income generated from the project.	MISSING DOCUMENT	REJECT
AL20C-159	NOT USED		
AL20C-160	NOT USED		
AL20C-161	NOT USED		
AL20C-162	If TaxIncrementFundPaymentCrdt (20C Sch F Line 4) has a non-zero value then PDFTaxIncrementFundPaymentCrdt/Description must be populated	MISSING DATA	REJECT
AL20C-163	If CoalTaxCrdt (20C Sch F Line 5) has a non-zero value then CoalTaxCredit.pdf must be attached. The PDF should include a detailed schedule computing the coal tax credit.	MISSING DOCUMENT	REJECT
AL20C-164	NOT USED		
AL20C-165	NOT USED		
AL20C-166	NOT USED		
AL20C-167	NOT USED		
AL20C-168	If CapitalTaxCrdt (20C Sch F Line 6) has a non-zero value then CapitalTaxCrdtProjectNbr (20C Sch F Line 6) must be populated.	MISSING DATA	REJECT
AL20C-169	If CapitalTaxCrdt (20C Sch F Line 6)has a non-zero value then CapitalTaxCrdtProjectNbr (20C Sch F Line 6) must be populated.	MISSING DATA	REJECT
AL20C-170	If CapitalTaxCrdt(20C Sch F Line 6) has a non-zero value then CapitalTaxCrdt.pdf must be attached. The PDF must include Form AR (Annual Report of Project) and Form K-RCC if applicable.	MISSING DOCUMENT	REJECT
AL20C-171	NOT USED		
AL20C-172	NOT USED		
AL20C-173	NOT USED		
AL20C-174	NOT USED		
AL20C-175	NOT USED		
AL20C-176	NOT USED		
AL20C-177	NOT USED		
AL20C-178	NOT USED		
AL20C-179	Required data element OperationsDescription not transmitted	MISSING DATA	REJECT
AL20C-180	Required data element NamePropertyInState not transmitted	MISSING DATA	REJECT
AL20C-181	Required data element OtherStatesCorpOperates not transmitted	MISSING DATA	REJECT

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AL20C-182	One of the following checkboxes must be checked AccrualAccountingMethod, CashAccountingMethod or OtherAccountingMethod must be populated	MISSING DATA	REJECT
AL20C-183	NOT USED		
AL20C-184	NOT USED		
AL20C-185	NOT USED		
AL20C-186	NOT USED		
AL20C-187	NOT USED		
AL20C-188	NOT USED		
AL20C-189	NOT USED		
AL20C-190	NOT USED		
AL20C-191	NOT USED		
AL20C-192	NOT USED		
AL20C-193	NOT USED		
AL20C-194	NOT USED		
AL20C-195	Required data element AccountingRecordsLocAddress/Address/AddressLine1 not transmitted	MISSING DATA	REJECT
AL20C-196	Required data element AccountingRecordsLocAddress/USAddress/City not transmitted	MISSING DATA	REJECT
AL20C-197	Required data element AccountingRecordsLocAddress/USAddress/State not transmitted	MISSING DATA	REJECT
AL20C-198	Required data element ContactPerson not transmitted	MISSING DATA	REJECT
AL20C-199	Required data element BusinessTelephoneNumber not transmitted	MISSING DATA	REJECT
AL20C-200	If StateConsolidatedReturn is populated then StateAffiliatedCompanies/SubsidiaryName must be populated	MISSING DATA	REJECT
AL20C-201	If there are more than 100 subsidiary corporations the first 100 should be transmitted in the XML document and an ScheduleAS.pdf must be attached.	MISSING DOCUMENTS	REJECT
AL20C-202	If StateConsolidatedReturn is populated then StateAffiliatedCompanies/SubsidiaryFEIN must be populated	MISSING DATA	REJECT
AL20C-203	If there are more than 100 subsidiary corporations the first 100 should be transmitted in the XML document and an ScheduleAS.pdf must be attached.	MISSING DOCUMENTS	REJECT
AL20C-900	DUPLICATE RETURN		REJECT

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